

# CS/B.Tech (APM)/SEM-5/APM-501/2009-10 2009 <br> APPAREL COSTING 

Time Allotted : 3 Hours
Full Marks : 70

The figures in the margin indicate full marks.
Candidates are required to give their answers in their own words as far as practicable.

GROUP - A
( Multiple Choice Type Questions )

1. Choose the correct alternatives of the following : $10 \times 1=10$
i) A detailed plan of operations for some specific future period is called
a) forecast
b) budget
c) costing.
ii) The different between sales and marginal cost of sales is
a) $\mathrm{P} / \mathrm{V}$ ratio
b) Margin of safety
c) Contribution.
iii) The guidance and regulation by executive action of costs of operating as undertaking is define as
a) cost centre
b) cost audit
c) cost control.
iv) Sales over and above break-even sales are known as
a) Margin of safety
b) Sales mix
c) Key factor.
v) The price which includes cost of sales plus a margin of profit or minus loss if any, is called
a) selling price
b) works cost
c) total cost.
vi) In Textile Industry which costing method is applied?
a) multiple costing
b) contract costing
c) process costing.
vii) Which is as a variable is the reflection of a number of internal and external conditions which exert influence on sales revenue costs ?
a) Cost
b) Profit
c) B.E.P.
viii) In garment industry before the costing process starts the design room needs to check and approve the basic viability of the
a) marker of the garment
b) sample garment
c) pattern of the garment.

CS / B. Tech (APM) /SEM-5 / APM-501/2009-10
Ueco
ix) In apparel industry the labour cost \& management, marketing, finance, insurance, warehousing, rent and utilities are incurred in running the company comprises as
a) General overhead
b) Factory overhead
c) Direct overhead.
x ) The full form of ICWA is
a) the Institute of Cost and Works Accountants
b) the Investigation of Cost and Works Accountants
c) the Institute of Cost and Works Accounting.

## GROUP - B

( Short Answer Type Questions )
Answer any three of the following. $3 \times 5=15$
2. Define Budget. What are fixed and flexible budgets?
3. In normal circumstances which factors are originates the profitability in apparel design section ?
4. Calculate the $\mathrm{P} / \mathrm{V}$ ratio and break-even point from the following particulars of a garment industry :

Sales Rs. 5,00,000
Fixed cost Rs. 1,00,000
Profit
Rs. 1,50,000
5. Explain the term 'Break-Even Point'. Give an example to illustrate your answer.
6. What is Contribution ? How is it related to "Profit" ? What are the essential features of a successful budgetary control ?

CS / B.Tech (APM)/SEM-5 /APM-501/2009-10
GROUP - C
( Long Answer Type Questions )
Answer any three of the following. $3 \times 15=45$
7. Define cost ? Distinguish between costing of cost accounting. What are the objectives of a good costing system?
8. Define and explain :
a) Job costing
b) Batch costing
c) Process costing
d) Contract costing
e) Multiple costing.
9. What do you mean by marginal revenue ? Clear out the relation between marginal revenue \& average revenue ?
10. Write the details of cost behavioural pattern in the apparel industry. For the following industries suggest suitable methods of costing. Give reasons for supporting your suggestion.
a) Readymade Garment Industry
b) Textile Industry.
11. Define cost unit. Give five examples of cost unit applicable to different industries. What is a cost centre ? Explain various types of it.

